

THIS NOTICE CONTAINS IMPORTANT INFORMATION THAT IS OF INTEREST TO THE REGISTERED AND BENEFICIAL OWNERS OF THE SUBJECT SECURITIES. IF APPLICABLE, ALL DEPOSITORIES, CUSTODIANS AND OTHER INTERMEDIARIES RECEIVING THIS NOTICE ARE REQUESTED TO EXPEDITE THE TRANSMITTAL TO BENEFICIAL OWNERS OF THE SECURITIES IN A TIMELY MANNER.



NOTICE TO NOTEHOLDERS

PT Sri Rejeki Isman Tbk
(the “Company”)

US\$225,000,000 7.25% Senior Notes due 2025 issued by PT Sri Rejeki Isman Tbk

CUSIP Number: 69408L AB2 / Y714AG AB8

ISIN: US69408LAB27 / USY714AGAB82

Common Code: 206596945 / 206597208

(the “Notes”)

Dear Noteholders:

We write in connection with the Notes and to provide an update with respect to the restructuring efforts of the Company and its subsidiaries (the “**Sritex Group**”).

Receipt of PKPU Petition

On 20 April 2021, the Company and certain of its subsidiaries in Indonesia received a PKPU petition (Penundaan Kewajiban Pembayaran Utang) instituted by a trade creditor against them (the “**PKPU Petition**”). The PKPU Petition is based on a disputed debt which the trade creditor alleges is owed to it. The PKPU Petition is materially prejudicial to the Sritex Group as it has the potential of triggering defaults across the Sritex Group’s financial indebtedness.

Filing of Singapore Moratorium Applications

In light of the PKPU Petition and in an effort to ensure that the PKPU Petition does not derail the Sritex Group’s restructuring efforts, the Company’s subsidiaries in Singapore, Golden Legacy Pte Ltd and Golden Mountain Textile and Trading Pte Ltd (the “**Singapore Subsidiaries**”) have taken a defensive action of making applications in the General Division of the High Court of the Republic of Singapore (the “**Singapore Court**”) for moratorium under section 64 of the Insolvency, Restructuring and Dissolution Act (Act No 40 of 2018, Singapore) in case numbers HC/OS 388/2021 and HC/OS 389/2021 on 21 April 2021 (the “**Singapore Moratorium Applications**”).

The Singapore Moratorium Applications are intended to provide the Sritex Group and its creditors with the space and time to complete the ongoing restructuring discussions in a

sensible manner given the PKPU Petition.

An automatic moratorium period commences upon the filing of the Singapore Moratorium Applications and ends on either a date that is 30 days after the date on which the Singapore Moratorium Applications are made or the date on which the Singapore Moratorium Applications are decided by the Singapore Court, whichever is earlier.

Engagement with Noteholders

The Sritex Group intends to invite all holders of the Notes (the “**Noteholders**”) to a virtual meeting to be held as soon as practicable (the “**Noteholders’ Meeting**”). During the Noteholders’ Meeting, the Sritex Group will provide further information on the current status of the Sritex Group’s restructuring efforts.

In addition, the Sritex Group intends to make the following requests at the Noteholders’ Meeting:

- (a) the Noteholders will be asked to form a steering committee (the “**Steering Committee**”) representing a cross-section of the Noteholders in order to evaluate any restructuring proposal put forth by the Sritex Group; and
- (b) the Steering Committee will be asked to nominate legal and financial advisors.

Further details of the Noteholders’ Meeting will be circulated to the Noteholders imminently.

Additional Information

The Sritex Group will provide a further update when there are relevant developments and/or other matters contemplated by this announcement. Noteholders should direct any queries to the Sritex Group’s international legal counsel at the contact details provided below:

Troy Doyle
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Gibson, Dunn & Crutcher LLP
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Singapore
27 April 2021